

Message Text

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ORIGIN STR-04

INFO OCT-01 EUR-12 IO-13 ISO-00 EB-07 STRE-00 AGRE-00
CEA-01 CIAE-00 COME-00 DODE-00 FRB-03 H-01 INR-07
INT-05 L-03 LAB-04 NSAE-00 NSC-05 PA-01 EPG-02
AID-05 SS-15 ITC-01 TRSE-00 USIA-06 PRS-01 SP-02
OMB-01 FEA-01 /101 R

DRAFTED BY STR:POMURPHY:ATN
APPROVED BY STR:MPOMERANZ
STATE/EB/OT/TA:DDUNFORD(SUBS)
-----027819 122354Z /70
P 122325Z JUL 77
FM SECSTATE WASHDC
TO AMEMBASSY OTTAWA PRIORITY
INFO USMISSION GENEVA PRIORITY

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E.O. 11652: N/A

TAGS:ETRD

SUBJECT:RESPONSE TO CANADIAN COMPENSATION OFFER FOR GOC
TEXTILE RESTRICTIONS

REFTEL: OTTAWA 5938

GENEVA PASS MICHAEL SMITH

1. STR (POMERANZ) CALLED IN CANADIAN EMBASSY OFFICIAL
(HALLIDAY) AND TRANSMITTED FOLLOWING LETTER:

QUOTE:

DEAR MR. HALLIDAY:
THE UNITED STATES WISHES TO INFORM THE GOVERNMENT OF CANADA
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THAT WE HAVE REVIEWED THE COMPENSATION OFFER MADE TO THE
UNITED STATES IN OTTAWA ON JULY 7. WE HAVE CONFIRMED THE
TENTATIVE CONCLUSION OF THE DELEGATION THAT THE CANADIAN
OFFER FALLS SHORT OF THE QUALITY OF COMPENSATION TO WHICH
THE UNITED STATES IS ENTITLED AS A RESULT OF THE TEXTILE
AND APPAREL RESTRICTIONS IMPOSED BY THE GOVERNMENT OF CANADA.

THE CANADIAN DELEGATION INDICATED THAT IN THE EVENT OF SUCH A FINAL CONCLUSION IT WOULD WISH TO RETURN TO MINISTERS FOR FURTHER CONSIDERATION OF THIS MATTER. SHOULD THIS CONTINUE TO BE THE WISH OF THE GOVERNMENT OF CANADA, WE ARE PREPARED TO WITHHOLD FURTHER ACTION FOR SUCH TIME (WHICH WE UNDERSTAND WILL BE APPROXIMATELY THE END OF THIS WEEK) AS THE GOVERNMENT OF CANADA MAY REQUIRE FOR THIS PURPOSE. SINCERELY, MORTON POMERANZ END QUOTE

2. IN ADDITION TO TRANSMITTING LETTER, POMERANZ REITERATED U.S. DESIRE TO RESOLVE PROBLEM WITHOUT RESORTING TO RETALIATION. HE UNDERLINED THE NEED FOR MORE QUALITATIVE OFFER, FROM CANADIANS. THE OFFER MUST OPTICALLY REFLECT SOME QUALITATIVE INCREASE.

3. POMERANZ REPEATED SUGGESTION MADE IN OTTAWA THAT INCREASED CUTS IN AD VALOREM COMPONENTS OF DUTIES ON FABRICS, INCLUDED IN CANADIAN OFFER, WOULD MAKE OFFER MORE ACCEPTABLE TO U.S. HE ALSO INDICATED THAT IN THE U.S. VIEW SUCH CUTS WOULD HAVE LITTLE ADVERSE AFFECT ON CANADIAN INDUSTRY. POMERANZ CONCLUDED BY STATING THAT U.S. IS NOT WEDDED TO THOSE PARTICULAR ITEMS IN CANADIAN OFFER AND WOULD CONSIDER ANY ALTERNATIVES CANADA WOULD SUGGEST.

4. HALLIDAY DID NOT GIVE ANY REACTION TO LETTER OR COMMENTS BUT STATED THAT HE WOULD TRANSMIT INFORMATION TO CANADA LIMITED OFFICIAL USE

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IMMEDIATELY. VANCE

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TEXTILES, AGREEMENTS, TEXT, DIPLOMATIC COMMUNICATIONS
Control Number: n/a
Copy: SINGLE
Sent Date: 12-Jul-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE162297
Document Source: CORE
Document Unique ID: 00
Drafter: POMURPHY:ATN
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770248-0286
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770765/aaaacenb.tel
Line Count: 95
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: bbf4e66c-c288-dd11-92da-001cc4696bcc
Office: ORIGIN STR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 TEL AVIV 77, 77 OTTAWA 5938
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 22-Dec-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1884698
Secure: OPEN
Status: NATIVE
Subject: RESPONSE TO CANADIAN COMPENSATION OFFER FOR GOC TEXTILE RESTRICTIONS
TAGS: ETRD, US, CA
To: OTTAWA
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/bbf4e66c-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
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